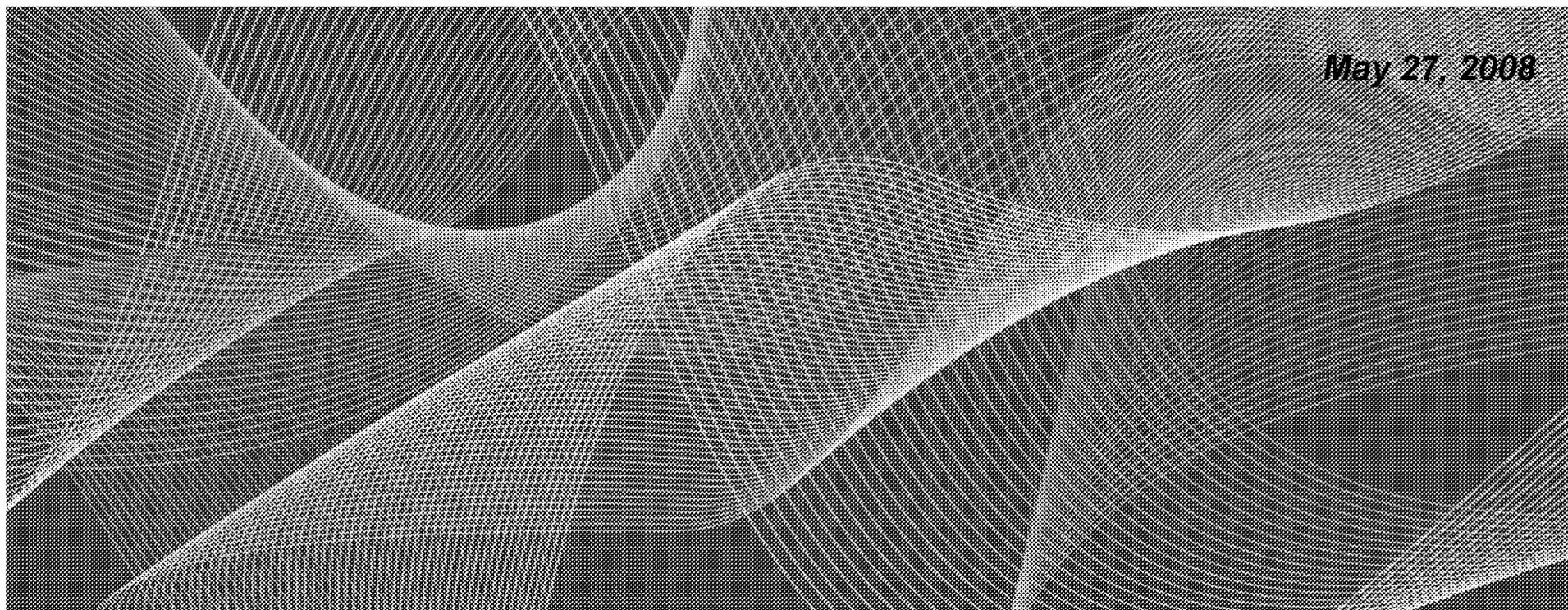


LEHMAN BROTHERS

# Balance Sheet and Disclosure Scorecard For Trade Date May 22, 2008



Confidential Presentation

CONFIDENTIAL TREATMENT REQUESTED BY  
LEHMAN BROTHERS HOLDINGS, INC.

LBEX-LL 1950706

# Executive Summary

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- The Firm Daily Net Balance Sheet is \$391B, down \$(3.4B). Net Balance Sheet is \$49B above quarter end target of \$342B Net.
  - Global Rates net balance sheet decreased (\$2.0B), predominantly due to an increase in Repo105 benefit and the sale of US Agency/Treasury debt.
  - Volatility was down \$(1.5B) mostly due to decreases in Europe driven by a decrease in Futures Margin and a gain in Repo 108 benefit.
- The Gross Balance Sheet is up \$3.2B to \$837.9B from prior day. Gross Balance Sheet remains \$152B above new quarter end target of \$686B Gross.
- There are 5 trading days left in the quarter as of COB May 22.
- As of May 21st total closed HY acquisition financing facilities are \$11.2B (consisting of \$9.2B funded and \$2.0B unfunded). Contingent commitments are \$0.8B bringing the total to \$12.0B, which is down 29% from \$17.8B at Q1. The weighted average price of the HY portfolio is 90.7 as of May 21st versus 92.0 in Q1.
- The High Yield disclosure position was approximately \$26.4B, down \$(0.5B) from prior week, mostly due to a decrease in the High Yield business partially offset by an increase in Principal Investing in GOG.

# Divisional Target Summary

\$ billions	Net Balance Sheet				Gross Balance Sheet				Cash Capital			
	Q1 2008	5/22/2008	Target Q2 2008	Variance	Q1 2008	5/22/2008	Target Q2 2008	Variance	Q1 2008	5/9/2008	Target Q2 2008	Variance
FID	249	242	220	23	368	314	322	(7)	101	106	96	10
Equities	49	38	40	(2)	60	49	52	(3)	13	12	11	1
CMPS	49	33	40	(7)	261	388	230	158	5	4	4	0
IMD	14	12	10	2	17	15	13	2	10	10	8	2
Principal	15	13	10	3	17	14	12	2	7	7	5	2
Non Core	22	53	22	31	64	57	57	(0)	14	14	12	2
<b>Total Assets</b>	<b>397</b>	<b>391</b>	<b>342</b>	<b>49</b>	<b>786</b>	<b>838</b>	<b>686</b>	<b>152</b>	<b>150</b>	<b>153</b>	<b>135</b>	<b>18</b>
Americas	259	259	222	37	526	556	475	81				
Europe	90	91	80	11	193	212	144	67				
Asia	48	41	40	1	67	71	67	4				
Equity <sup>1</sup>	25.7	28.9	28.9		24.8	28.0	28.0					
Leverage Ratio	15.4	13.5	11.8		31.7	29.9	24.5					

(1) Calculations use Leverage Equity for Net Leverage Ratio and Reported Stock Holders Equity for Gross Leverage Ratio

# Scorecard - Global

CONSOLIDATED USD millions	Net Balance Sheet					Tradable Long Inventory at Risk			Gross Balance Sheet					Cash Capital			
	Current	Daily	Target	Variance	Final	Current	Daily	Final	Current	Daily	Target	Variance	Final	Current	Target	Variance	Final
	5/22/2008	Change	Q2'08	Q/E Targ.	Q1'08	5/22/2008	Change	Q1'08	5/22/2008	Change	Q2'08	Q/E Targ.	Q1'08	5/9/2008	Q2'08		Q1'08
Global Rates	57,235	(1,956)	41,000	16,235	52,010	42,553	(1,766)	27,661	113,973	(7,931)	104,900	9,073	153,996	10,876	6,200	4,676	8,367
High Grade Credit	11,375	(319)	11,900	(525)	11,335	10,588	(328)	9,834	13,472	(333)	16,000	(2,528)	14,620	2,204	2,000	204	2,096
CDO	6,517	8	8,000	(1,483)	8,000	2,564	(81)	3,610	6,880	6	10,400	(3,720)	8,175	4,021	2,300	1,721	4,831
Securitized Products	61,413	139	57,400	4,013	65,135	44,538	6	47,017	63,658	172	65,700	(2,042)	68,073	17,500	13,300	4,200	14,982
Real Estate	61,629	85	58,000	3,629	64,968	50,835	(357)	54,576	63,246	1,156	60,900	2,346	65,680	40,796	38,100	2,696	42,067
High Yield	14,473	(29)	13,700	773	14,598	13,258	61	14,223	15,650	(47)	15,800	(150)	16,205	10,465	9,700	765	10,646
Municipal Bonds	6,656	(419)	8,000	(1,344)	9,485	2,977	1,618	3,586	7,055	(417)	9,000	(1,945)	10,231	1,414	400	1,014	873
Energy Trading	5,032	151	3,900	1,132	3,716	132	(8)	145	5,316	151	4,000	1,316	4,002	1,391	1,000	391	1,004
Foreign Exchange	4,247	(30)	6,200	(1,953)	6,348	1,482	(39)	2,541	4,361	(5)	6,800	(2,439)	6,351	1,516	2,400	(884)	2,357
FID Corporate	2,454	(3)	2,950	(496)	2,244	821	(4)	886	9,458	(139)	15,300	(5,842)	9,121	13,627	14,400	(773)	12,884
FID Corp Loans	4,652	85	3,100	1,552	3,299	4,652	85	3,299	4,691	85	5,100	(409)	3,339	5,600	(5,600)		
IBD Loans	5,115	109	4,850	265	6,994	5,115	109	6,994	5,124	109	7,100	(1,976)	7,003	2,237	600	1,637	1,125
Total FID Core:	240,797	(2,179)	219,000	21,797	248,130	179,515	(704)	174,372	312,684	(7,193)	321,000	(8,316)	366,796	106,047	96,000	10,047	101,231
Total FID Prime Services:	4,479	(81)	5,500	(1,021)	11,351	2,098	(13)	1,206	264,027	13,102	110,500	153,527	132,145	1,432	1,000	432	1,761
<b>Total FID (Consolidated)</b>	<b>245,276</b>	<b>(2,260)</b>	<b>224,500</b>	<b>20,776</b>	<b>259,482</b>	<b>181,613</b>	<b>(717)</b>	<b>175,577</b>	<b>576,711</b>	<b>5,909</b>	<b>431,500</b>	<b>145,211</b>	<b>498,941</b>	<b>107,479</b>	<b>97,000</b>	<b>10,479</b>	<b>102,992</b>
Execution Services / Liquid Market	7,190	193			9,261	5,731	206	6,990	11,617	253			14,881	1,313			1,175
Convertible Products	2,338	(52)			2,743	2,282	(9)	2,611	2,795	(4)			3,337	275			421
Volatility	22,969	(1,525)			29,219	12,419	376	17,105	28,040	(1,629)			33,159	7,040			7,812
Equities Strategies	2,161	(95)			4,221	1,726	(78)	3,096	3,136	(78)			5,351	555			939
Firm Relationship Loans	3,052	4			2,782	3,052	4	2,782	3,052	4			2,782				
Equity Corporate	425	0			542	75	(0)	96	678	0			847	2,796			2,634
Total Equities Core:	38,134	(1,475)	40,000	(1,866)	48,768	25,285	499	32,678	49,318	(1,454)	52,000	(2,682)	60,356	11,980	10,500	1,480	12,981
Total Equities Prime Services:	28,120	117	34,500	(6,380)	37,203	12,759	248	14,806	124,158	(1,391)	119,500	4,658	128,395	3,041	3,000	41	3,423
<b>Total Equities (Consolidated)</b>	<b>66,255</b>	<b>(1,358)</b>	<b>74,500</b>	<b>(8,245)</b>	<b>85,971</b>	<b>38,045</b>	<b>747</b>	<b>47,485</b>	<b>173,476</b>	<b>(2,845)</b>	<b>171,500</b>	<b>1,976</b>	<b>188,751</b>	<b>15,020</b>	<b>13,500</b>	<b>1,520</b>	<b>16,404</b>
Global Principal Strategies	5,661	(218)			7,184	5,376	(211)	7,115	6,753	(366)			8,636	3,719			4,018
Global Trading Strategies	4,696	240			5,454	4,567	1	5,333	5,165	241			5,946	2,117			2,196
Global Opportunities Group	970	33			942	939	34	879	1,131	30			1,068	330			513
Direct Principal Investments	1,225	0			1,084	1,200	0	1,054	1,225	0			1,084	391			394
Total Principal Investing	12,753	55	10,000	2,753	14,665	12,082	(175)	14,381	14,274	(95)	12,000	2,274	16,734	6,557	5,000	1,557	7,121
Asset Management	4,940	(42)	5,000	(60)	6,369	2,811	(47)	4,159	7,961	(42)	8,021	(60)	9,449	4,097			3,881
Private Equity	7,134	6	5,000	2,134	7,326	5,969	(3)	6,125	7,347	6	5,146	2,201	7,540	5,708			5,789
Total IMD	12,074	(36)	10,000	2,074	13,695	8,780	(51)	10,284	15,308	(36)	13,200	2,108	16,989	9,805	7,500	2,305	9,670
Investment Banking Division	1,491	48	600	891	762	1,423	48	694	1,491	48	600	891	762				
Treasury	37,674	187	7,000	30,674	9,322	29,732	187	1,850	37,901	187	39,000	(1,099)	45,102				
Corporate Other Assets / Investments	15,515	(3)	15,000	515	12,778	360	(15)	2,046	18,772	26	18,000	772	18,756	13,786	12,000		14,036
Total Non-Core	54,680	231	22,600	32,080	22,862	31,515	219	4,590	58,164	260	57,600	564	64,620	13,786	12,000	1,786	14,036
<b>Total All Other (Consolidated)</b>	<b>79,508</b>	<b>250</b>	<b>42,600</b>	<b>36,908</b>	<b>51,221</b>	<b>52,376</b>	<b>(6)</b>	<b>29,255</b>	<b>87,746</b>	<b>130</b>	<b>82,800</b>	<b>4,946</b>	<b>98,344</b>	<b>30,147</b>	<b>24,500</b>	<b>5,647</b>	<b>30,827</b>
<b>Grand Totals Consolidated</b>	<b>391,038</b>	<b>(3,368)</b>	<b>341,600</b>	<b>49,438</b>	<b>396,674</b>	<b>272,034</b>	<b>24</b>	<b>252,318</b>	<b>837,933</b>	<b>3,193</b>	<b>685,800</b>	<b>152,133</b>	<b>786,035</b>	<b>152,646</b>	<b>135,000</b>	<b>17,646</b>	<b>150,223</b>
Liquid Markets Financing	1,852	(130)	1,000	852	6,983	1,509	(11)	312	223,741	13,503	77,000	146,741	92,264	993			1,326
Credit Financing	619	85	1,500	(581)	1,270	480	(2)	676	33,535	(365)	25,500	8,035	31,425				
Clearing and Execution	1	0	0	1	27	0	0	27	1	0	0	1	59				
FID Structured Transactions	121	0	300	(179)	233	109	0	191	279	(2)	500	(221)	340	439			435
FID Futures	1,586	(36)	2,700	(1,114)	2,838	0	0	0	6,472	(36)	7,500	(1,028)	8,057				
Total FID Prime Services:	4,479	(81)	5,500	(1,021)	11,351	2,098	(13)	1,206	264,027	13,102	110,500	153,527	132,145	1,432	1,000	432	1,761
Equity Financing	20,655	80	26,500	(5,845)	29,330	6,190	277	8,131	111,520	(1,509)	104,000	7,520	114,849	1,422			1,450
Equity Synthetic	7,044	(21)	7,800	(756)	7,656	6,309	(28)	6,522	12,207	55	15,000	(2,793)	13,328	1,618			1,969
Clearing and Execution	21	13	0	21	3	0	0	3	26	18	0	26	4	1			4
Structured Transactions	401	45	200	201	214	261	(0)	153	404	45	500	(96)	214				
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0				
Total Equities Prime Services:	28,120	117	34,500	(6,380)	37,203	12,759	248	14,806	124,158	(1,391)	119,500	4,658	128,395	3,041	3,000	41	3,423
<b>Total Prime Services</b>	<b>32,599</b>	<b>36</b>	<b>40,000</b>	<b>(7,401)</b>	<b>48,554</b>	<b>14,857</b>	<b>236</b>	<b>16,012</b>	<b>388,185</b>	<b>11,710</b>	<b>230,000</b>	<b>158,185</b>	<b>260,540</b>	<b>4,472</b>	<b>4,000</b>	<b>472</b>	<b>5,184</b>

As of May 1, 2008	Target <sup>1</sup>	Q1 Final
Stockholders' Equity (as reported)	28,021	24,832
Leverage Equity (Subject To Limits)	28,876	25,700
Gross Leverage External (Total Assets / SE)	24.5	31.7
Net Leverage (Net Assets / Leverage Equity)	11.8	15.4

(1) Based on Q2 Targets

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**Disclosures**

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# Mortgage Inventory Disclosures

## Mortgage and asset-backed securities

In millions	Q1'2008	14-May-08	Variance	Minimum Q2'2008 Target	Q/E Variance	Stretch Q2'2008 Target
Residential:						
Securities	18,179	18,687	508			
Whole loans	11,913	9,128	(2,785)			
Servicing and other	1,660	1,634	(26)			
	<b>\$31,752</b>	<b>\$29,448</b>	<b>(\$2,304)</b>	<b>\$26,800</b>	<b>\$2,648</b>	<b>\$25,000</b>
Commercial:						
Whole loans	24,881	22,000	(2,881)			
Securities and other	11,229	11,400	171			
	<b>\$36,110</b>	<b>\$33,400</b>	<b>(\$2,710)</b>	<b>\$31,000</b>	<b>\$2,400</b>	<b>\$29,400</b>
Other asset-backed securities	6,553	7,282	729	6,500	782	5,500
<b>MBS Inventory</b>	<b>\$74,415</b>	<b>\$70,130</b>	<b>(\$4,285)</b>	<b>\$64,300</b>	<b>\$5,830</b>	<b>\$59,900</b>
Real estate-related investments	\$12,900	\$11,200	(\$1,700)	\$12,000	(\$800)	\$12,000
<b>Total Mortgage Related Inventory</b>	<b>\$87,315</b>	<b>\$81,330</b>	<b>(\$5,985)</b>	<b>\$76,300</b>	<b>\$5,030</b>	<b>\$71,900</b>

## U.S. subprime residential mortgages

In millions	Q1'2008	14-May-08	Variance	Minimum Q2'2008 Target	Q/E Variance	Stretch Q2'2008 Target
U.S. residential subprime mortgages						
Whole loans	1,295	1,148	(147)			
Securities	2,692	2,504	(188)			
Other	30	22	(8)			
<b>Total</b>	<b>\$4,017</b>	<b>\$3,674</b>	<b>(\$343)</b>	<b>\$3,500</b>	<b>\$174</b>	<b>\$3,000</b>

# Acquisition Finance and High Yield Disclosures

## Acquisition finance facilities

In millions	Q1'2008	21-May-08	Variance	Minimum Q2'2008 Target	Q/E Variance
High grade:					
Contingent	7,221	1,672	(5,549)		
Unfunded	798	498	(300)		
Funded	2,945	4,249	1,304		
	<b>\$10,964</b>	<b>\$6,418</b>	<b>(\$4,545)</b>	<b>\$6,000</b>	<b>\$418</b>
High yield:					
Contingent	3,654	825	(2,829)		
Unfunded	2,212	2,045	(167)		
Funded	11,897	9,155	(2,743)	8,900	255
	<b>\$17,763</b>	<b>\$12,025</b>	<b>(\$5,738)</b>	<b>\$12,500</b>	<b>(\$475)</b>

## High yield instruments

In millions	Q1'2008	20-May-08	Variance	Minimum Q2'2008 Target	Q/E Variance
High yield instruments	\$30,898	\$26,389	(\$4,509)	\$22,000	\$4,389

# Level 3 Assets Disclosure

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Note 4 Fair Value of Financial Instruments - Level 3 Assets

In millions	Assets at Fair Value		
	Q1'2008	30-Apr-08	Variance
Mortgage and asset-backed securities	23,811	25,646	1,835
Corporate debt and other	4,250	4,669	419
Corporate equities	9,376	9,178	(198)
Derivatives	2,768	2,768	0
	<b>\$40,205</b>	<b>\$42,261</b>	<b>\$2,056</b>

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## Regional Balance Sheets

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# Scorecard - Americas

AMERICAS	Net Balance Sheet					Tradable Long Inventory at Risk			Gross Balance Sheet				
	Daily					Current	Daily	Final	Daily				
	Today	Variance	Target	Variance	Final				Today	Variance	Target	Variance	Final
	22-May-08	Incr/(Decr)	Q2'08	Incr/(Decr)	Q1'08	22-May-08	Change	Q1'08	22-May-08	Incr/(Decr)	Q2'08	Incr/(Decr)	Q1'08
Global Rates	31,844	(1,521)	23,600	8,244	30,200	22,141	(1,210)	11,365	62,098	(5,319)	77,300	(15,202)	85,410
High Grade Credit	9,605	(424)	10,100	(495)	9,569	9,354	(400)	8,698	11,221	(461)	12,800	(1,579)	12,250
CDO	2,387	(8)	3,600	(1,213)	7,395	798	(5)	2,704	2,538	(11)	4,400	(1,862)	7,559
Securitized Products	46,592	2	44,000	2,592	48,727	31,300	(95)	34,927	48,745	35	52,200	(3,455)	51,560
Real Estate	34,506	25	35,000	(494)	37,587	28,623	(54)	31,707	36,122	1,096	37,000	(878)	38,294
High Yield	9,827	5	8,200	1,627	8,583	8,662	93	8,263	10,742	5	8,200	2,542	9,770
Municipal Bonds	6,656	(419)	8,000	(1,344)	9,485	2,977	1,617	3,596	7,055	(417)	9,000	(1,945)	10,231
Energy Trading	3,978	665	3,200	778	3,628	521	506	81	4,263	665	3,200	1,063	3,913
Foreign Exchange	3,384	(17)	4,800	(1,416)	4,814	682	(16)	959	3,384	(17)	4,800	(1,416)	4,814
FID Corporate	2,328	(3)	2,750	(422)	2,089	783	(4)	(257)	8,469	(139)	14,200	(5,731)	8,103
Insurance Products Group	0	0	0	0	0	0	0	0	0	0	0	0	0
FID Corp Loans	1,646	(17)	1,700	(54)	1,702	1,646	(17)	1,702	1,685	(17)	3,500	(1,815)	1,743
IBD Loans	2,560	75	2,350	210	4,182	2,560	75	4,181	2,569	75	4,300	(1,731)	4,190
<b>Total FID Core:</b>	<b>155,314</b>	<b>(1,637)</b>	<b>147,300</b>	<b>8,014</b>	<b>167,961</b>	<b>110,048</b>	<b>490</b>	<b>107,926</b>	<b>198,892</b>	<b>(4,505)</b>	<b>230,900</b>	<b>(32,008)</b>	<b>237,836</b>
<b>Total FID Prime Services:</b>	<b>4,073</b>	<b>(107)</b>	<b>5,500</b>	<b>(1,427)</b>	<b>11,168</b>	<b>2,040</b>	<b>(5)</b>	<b>(6,943)</b>	<b>191,799</b>	<b>13,979</b>	<b>79,600</b>	<b>112,199</b>	<b>100,337</b>
<b>Total FID Americas</b>	<b>159,387</b>	<b>(1,744)</b>	<b>152,800</b>	<b>6,587</b>	<b>179,129</b>	<b>112,088</b>	<b>485</b>	<b>100,983</b>	<b>390,691</b>	<b>9,475</b>	<b>310,500</b>	<b>80,191</b>	<b>338,174</b>
Execution Services / Liquid Market	5,345	177			6,916	4,377	181	5,571	9,041	189			10,167
Convertible Products	1,380	31			1,770	1,379	31	1,769	1,733	59			2,265
Volatility	5,117	(19)			4,649	1,882	(1)	1,748	6,851	(3)			6,432
Equities Strategies	425	(31)			1,276	405	(22)	1,216	681	(22)			1,594
Firm Relationship Loans	2,188	(1)			2,012	2,188	(1)	2,012	2,188	(1)			2,012
Equity Corporate	84	0			55	18	(0)	39	316	0			343
<b>Total Equities Core:</b>	<b>14,540</b>	<b>158</b>	<b>14,200</b>	<b>340</b>	<b>16,678</b>	<b>10,248</b>	<b>189</b>	<b>12,355</b>	<b>20,811</b>	<b>223</b>	<b>20,500</b>	<b>311</b>	<b>22,814</b>
<b>Total Equities Prime Services:</b>	<b>15,716</b>	<b>413</b>	<b>19,000</b>	<b>(3,284)</b>	<b>21,874</b>	<b>7,053</b>	<b>168</b>	<b>10,025</b>	<b>67,681</b>	<b>(256)</b>	<b>68,300</b>	<b>(619)</b>	<b>78,867</b>
<b>Total Equities Americas</b>	<b>30,256</b>	<b>571</b>	<b>33,200</b>	<b>(2,944)</b>	<b>38,552</b>	<b>17,301</b>	<b>357</b>	<b>22,379</b>	<b>88,492</b>	<b>(33)</b>	<b>88,800</b>	<b>(308)</b>	<b>101,681</b>
Global Principal Strategies	4,058	(214)			5,117	4,047	(207)	5,089	4,986	(329)			6,245
Global Trading Strategies	3,541	255			3,932	3,235	16	3,878	3,732	260			4,312
Global Opportunities Group	0	0			0	0	0	0	0	0			0
Direct Principal Investments	950	0			769	925	0	744	950	0			769
<b>Total Principal Investing</b>	<b>8,548</b>	<b>41</b>	<b>6,000</b>	<b>2,548</b>	<b>9,817</b>	<b>8,206</b>	<b>(190)</b>	<b>9,711</b>	<b>9,668</b>	<b>(69)</b>	<b>7,500</b>	<b>2,168</b>	<b>11,326</b>
Asset Management	3,419	(33)	4,200	(781)	4,620	1,620	(33)	2,686	6,440	(33)	7,000	(560)	7,700
Private Equity	4,178	4	3,300	878	4,514	3,013	(5)	4,384	4,391	4	3,500	891	4,729
<b>Total IMD</b>	<b>7,597</b>	<b>(30)</b>	<b>7,500</b>	<b>97</b>	<b>9,134</b>	<b>4,633</b>	<b>(38)</b>	<b>7,070</b>	<b>10,831</b>	<b>(29)</b>	<b>10,500</b>	<b>331</b>	<b>12,429</b>
<b>Total Non-Core</b>	<b>53,671</b>	<b>184</b>	<b>22,600</b>	<b>31,071</b>	<b>22,605</b>	<b>30,506</b>	<b>172</b>	<b>(5,843)</b>	<b>56,030</b>	<b>184</b>	<b>57,600</b>	<b>(1,570)</b>	<b>62,680</b>
<b>Total All Other Americas</b>	<b>69,816</b>	<b>195</b>	<b>36,100</b>	<b>33,716</b>	<b>41,557</b>	<b>43,345</b>	<b>(57)</b>	<b>10,938</b>	<b>76,529</b>	<b>85</b>	<b>75,600</b>	<b>929</b>	<b>86,434</b>
<b>Grand Totals Americas</b>	<b>259,459</b>	<b>(978)</b>	<b>222,100</b>	<b>37,359</b>	<b>259,237</b>	<b>172,735</b>	<b>785</b>	<b>134,300</b>	<b>555,712</b>	<b>9,527</b>	<b>474,900</b>	<b>80,812</b>	<b>526,289</b>
Liquid Markets Financing	1,616	(117)	1,000	616	6,923	1,476	(3)	(7,019)	162,160	14,219	56,000	106,160	65,922
Credit Financing	792	45	1,500	(708)	1,220	492	(2)	(36)	22,930	(202)	15,800	7,130	26,064
Clearing and Execution	1	0	0	1	27	0	0	25	1	0	0	1	28
FID Structured Transactions	78	0	300	(222)	159	72	0	86	236	(2)	300	(64)	266
FID Futures	1,586	(36)	2,700	(1,114)	2,838	0	0	0	6,472	(36)	7,500	(1,028)	8,057
<b>Total FID Prime Services:</b>	<b>4,073</b>	<b>(107)</b>	<b>5,500</b>	<b>(1,427)</b>	<b>11,168</b>	<b>2,040</b>	<b>(5)</b>	<b>(6,943)</b>	<b>191,799</b>	<b>13,979</b>	<b>79,600</b>	<b>112,199</b>	<b>100,337</b>
Equity Financing	12,136	413	15,300	(3,164)	18,959	3,804	168	7,495	60,069	(303)	59,600	469	71,597
Equity Synthetic	3,242	(0)	3,500	(258)	2,792	2,975	0	2,444	7,271	47	8,500	(1,229)	7,148
Clearing and Execution	0	0	0	0	0	0	0	(1)	0	0	0	0	0
Structured Transactions	338	(0)	200	138	122	273	(0)	86	341	(0)	200	141	122
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Equities Prime Services:</b>	<b>15,716</b>	<b>413</b>	<b>19,000</b>	<b>(3,284)</b>	<b>21,874</b>	<b>7,053</b>	<b>168</b>	<b>10,025</b>	<b>67,681</b>	<b>(256)</b>	<b>68,300</b>	<b>(619)</b>	<b>78,867</b>
<b>Total Prime Services Americas</b>	<b>19,788</b>	<b>306</b>	<b>24,500</b>	<b>(4,712)</b>	<b>33,042</b>	<b>9,093</b>	<b>163</b>	<b>3,082</b>	<b>259,480</b>	<b>13,723</b>	<b>147,900</b>	<b>111,580</b>	<b>179,204</b>

LEHMAN BROTHERS

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# Scorecard - Europe

EUROPE	Net Balance Sheet					Tradable Long Inventory at Risk			Gross Balance Sheet				
	Today 22-May-08	Daily Incr/(Decr)	Target Q2'08	Variance Incr/(Decr)	Final Q1'08	Current 22-May-08	Daily Change	Final Q1'08	Today 22-May-08	Daily Incr/(Decr)	Target Q2'08	Variance Incr/(Decr)	Final Q1'08
Global Rates	18,300	(10)	11,400	6,900	14,173	13,408	(138)	8,933	38,376	(1,726)	13,900	24,476	54,061
High Grade Credit	852	32	900	(48)	891	316	(1)	263	1,270	58	1,600	(330)	1,416
CDO	1,985	(3)	2,400	(415)	1,585	109	(59)	158	1,991	(3)	4,000	(2,009)	1,591
Securitized Products	12,946	137	11,500	1,446	11,514	11,364	100	9,997	13,038	137	11,500	1,538	11,619
Real Estate	17,363	60	14,500	2,863	17,324	12,534	(310)	12,802	17,364	60	14,800	2,564	17,330
High Yield	1,954	(35)	2,800	(846)	2,995	1,948	(33)	2,983	2,168	(51)	4,900	(2,732)	3,324
Energy Trading	869	(543)	700	169	88	(419)	(543)	68	869	(543)	800	69	89
Foreign Exchange	250	(12)	300	(50)	309	225	(16)	297	340	(11)	800	(460)	311
FID Corporate	5	0	0	5	5	1	0	(5)	868	0	900	(32)	868
FID Corp Loans	3,006	102	1,400	1,606	1,596	3,006	102	1,596	3,006	102	1,600	1,406	1,596
IBD Loans	2,555	34	2,500	55	2,812	2,555	34	2,812	2,555	34	2,800	(245)	2,812
<b>Total FID Core:</b>	<b>60,085</b>	<b>(238)</b>	<b>48,400</b>	<b>11,685</b>	<b>53,293</b>	<b>45,046</b>	<b>(863)</b>	<b>39,905</b>	<b>81,845</b>	<b>(1,943)</b>	<b>57,600</b>	<b>24,245</b>	<b>95,019</b>
<b>Total FID Prime Services:</b>	<b>406</b>	<b>26</b>	<b>0</b>	<b>406</b>	<b>183</b>	<b>58</b>	<b>(7)</b>	<b>(362)</b>	<b>58,566</b>	<b>(1,285)</b>	<b>23,900</b>	<b>34,666</b>	<b>30,604</b>
<b>Total FID Europe</b>	<b>60,492</b>	<b>(212)</b>	<b>48,400</b>	<b>12,092</b>	<b>53,476</b>	<b>45,103</b>	<b>(871)</b>	<b>39,543</b>	<b>140,410</b>	<b>(3,228)</b>	<b>81,500</b>	<b>58,910</b>	<b>125,622</b>
Execution Services	1,153	29			1,312	689	20	351	1,779	80			3,674
Convertible Products	673	(85)			580	628	(45)	490	774	(64)			659
Volatility	12,636	(1,614)			17,358	6,546	(345)	10,920	15,928	(1,727)			19,406
Equities Strategies	318	(70)			543	288	(69)	117	368	(72)			575
Firm Relationship Loans	864	5			769	864	5	769	864	5			769
Equity Corporate	23	(0)			23	23	(0)	23	23	(0)			23
<b>Total Equities Core:</b>	<b>15,667</b>	<b>(1,735)</b>	<b>16,500</b>	<b>(833)</b>	<b>20,586</b>	<b>9,038</b>	<b>(433)</b>	<b>12,670</b>	<b>19,736</b>	<b>(1,780)</b>	<b>21,500</b>	<b>(1,764)</b>	<b>25,107</b>
<b>Total Equities Prime Services:</b>	<b>8,698</b>	<b>(390)</b>	<b>11,300</b>	<b>(2,602)</b>	<b>10,099</b>	<b>3,762</b>	<b>49</b>	<b>4,319</b>	<b>44,323</b>	<b>(1,219)</b>	<b>37,500</b>	<b>6,823</b>	<b>34,376</b>
<b>Total Equities Europe</b>	<b>24,365</b>	<b>(2,125)</b>	<b>27,800</b>	<b>(3,435)</b>	<b>30,685</b>	<b>12,800</b>	<b>(384)</b>	<b>16,989</b>	<b>64,058</b>	<b>(2,998)</b>	<b>59,000</b>	<b>5,058</b>	<b>59,484</b>
Global Principal Strategies	766	(3)		766	1,052	498	(3)	1,052	880	(36)		880	1,319
Global Trading Strategies	346	6		346	349	346	6	349	411	2		411	429
Global Opportunities Group	0	0		0	0	0	0	0	0	0		0	0
Direct Principal Investments	0	0		0	0	0	0	0	0	0		0	0
<b>Total Principal Investing</b>	<b>1,113</b>	<b>2</b>	<b>1,000</b>	<b>113</b>	<b>1,401</b>	<b>844</b>	<b>2</b>	<b>1,401</b>	<b>1,291</b>	<b>(33)</b>	<b>1,200</b>	<b>91</b>	<b>1,748</b>
Asset Management	1,354	(9)	1,300	54	1,680	1,024	(14)	1,399	1,354	(9)	1,500	(146)	1,681
Private Equity	2,427	2	1,000	1,427	2,314	2,427	2	2,314	2,427	2	1,000	1,427	2,314
<b>Total IMD</b>	<b>3,781</b>	<b>(7)</b>	<b>2,300</b>	<b>1,481</b>	<b>3,994</b>	<b>3,451</b>	<b>(12)</b>	<b>3,713</b>	<b>3,781</b>	<b>(7)</b>	<b>2,500</b>	<b>1,281</b>	<b>3,995</b>
<b>Total Non-Core</b>	<b>941</b>	<b>48</b>	<b>0</b>	<b>941</b>	<b>189</b>	<b>941</b>	<b>48</b>	<b>189</b>	<b>2,066</b>	<b>77</b>	<b>0</b>	<b>2,066</b>	<b>1,873</b>
<b>Total All Other Europe</b>	<b>5,835</b>	<b>44</b>	<b>3,300</b>	<b>2,535</b>	<b>5,585</b>	<b>5,237</b>	<b>38</b>	<b>5,303</b>	<b>7,138</b>	<b>37</b>	<b>3,700</b>	<b>3,438</b>	<b>7,616</b>
<b>Grand Totals Europe</b>	<b>90,692</b>	<b>(2,294)</b>	<b>79,500</b>	<b>11,192</b>	<b>89,745</b>	<b>63,140</b>	<b>(1,217)</b>	<b>61,835</b>	<b>211,607</b>	<b>(6,189)</b>	<b>144,200</b>	<b>67,407</b>	<b>192,722</b>
Liquid Markets Financing	236	(13)	0	236	60	33	(7)	(310)	47,918	(1,123)	14,000	33,918	25,138
Credit Financing	128	39	0	128	50	(12)	0	(119)	10,604	(162)	9,700	904	5,361
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	31
FID Structured Transactions	43	0	0	43	74	37	0	68	43	0	200	(157)	74
FID Futures	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total FID Prime Services:</b>	<b>406</b>	<b>26</b>	<b>0</b>	<b>406</b>	<b>183</b>	<b>58</b>	<b>(7)</b>	<b>(362)</b>	<b>58,566</b>	<b>(1,285)</b>	<b>23,900</b>	<b>34,666</b>	<b>30,604</b>
Equity Financing	6,869	(387)	9,000	(2,131)	7,758	2,128	110	2,110	41,833	(1,243)	34,200	7,633	31,477
Equity Synthetic	1,745	(60)	2,300	(555)	2,246	1,646	(60)	2,134	2,400	(39)	3,000	(600)	2,805
Clearing and Execution	21	13	0	21	3	0	(1)	(11)	26	18	0	26	3
Structured Transactions	63	45	0	63	92	(13)	(0)	86	63	45	300	(237)	92
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Equities Prime Services:</b>	<b>8,698</b>	<b>(390)</b>	<b>11,300</b>	<b>(2,602)</b>	<b>10,099</b>	<b>3,762</b>	<b>49</b>	<b>4,319</b>	<b>44,323</b>	<b>(1,219)</b>	<b>37,500</b>	<b>6,823</b>	<b>34,376</b>
<b>Total Prime Services Europe</b>	<b>9,104</b>	<b>(364)</b>	<b>11,300</b>	<b>(2,196)</b>	<b>10,282</b>	<b>3,819</b>	<b>42</b>	<b>3,957</b>	<b>102,889</b>	<b>(2,503)</b>	<b>61,400</b>	<b>41,489</b>	<b>64,980</b>

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# Scorecard - Asia

ASIA	Net Balance Sheet					Tradable Long Inventory at Risk			Gross Balance Sheet				
	Today 22-May-08	Daily Incr/(Decr)	Target Q2'08	Variance Incr/(Decr)	Final Q1'08	Current 22-May-08	Daily Change	Final Q1'08	Today 22-May-08	Daily Incr/(Decr)	Target Q2'08	Variance Incr/(Decr)	Final Q1'08
Global Rates	7,091	(425)	6,000	1,091	7,638	7,005	(418)	7,578	13,500	(886)	13,700	(200)	14,525
High Grade Credit	918	73	900	18	875	917	73	844	981	70	1,600	(619)	954
CDO	2,145	20	2,000	145	2,019	1,658	(17)	219	2,151	20	2,000	151	2,025
Securitized Products	1,874	0	1,900	(26)	1,894	1,874	0	1,894	1,874	0	2,000	(126)	1,894
Real Estate	9,761	(0)	8,500	1,261	10,056	9,767	7	9,783	9,761	(0)	9,100	661	10,056
High Yield	2,692	0	2,700	(8)	3,020	2,648	1	2,976	2,740	(1)	2,700	40	3,111
Energy Trading	184	30	0	184	0	30	30	(2)	184	30	0	184	0
Foreign Exchange	612	(2)	1,100	(488)	1,225	575	(7)	1,192	637	23	1,200	(563)	1,225
FID Corporate	121	(0)	200	(79)	150	37	(0)	(21)	121	(0)	200	(79)	150
FID Corp Loans	0	0	0	0	0	0	0	0	0	0	0	0	0
IBD Loans	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total FID Core:</b>	<b>25,398</b>	<b>(304)</b>	<b>23,300</b>	<b>2,098</b>	<b>26,877</b>	<b>24,422</b>	<b>(332)</b>	<b>24,462</b>	<b>31,948</b>	<b>(744)</b>	<b>32,500</b>	<b>(552)</b>	<b>33,941</b>
<b>Total FID Prime Services:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(0)</b>	<b>0</b>	<b>0</b>	<b>(10)</b>	<b>13,662</b>	<b>407</b>	<b>7,000</b>	<b>6,662</b>	<b>1,204</b>
<b>Total FID Asia</b>	<b>25,398</b>	<b>(304)</b>	<b>23,300</b>	<b>2,098</b>	<b>26,877</b>	<b>24,422</b>	<b>(332)</b>	<b>24,452</b>	<b>45,610</b>	<b>(338)</b>	<b>39,500</b>	<b>6,110</b>	<b>35,145</b>
Execution Services / Liquid Market	692	(12)			1,033	665	5	749	796	(16)			1,039
Convertible Products	285	1			393	275	4	379	288	2			412
Volatility	5,215	108			7,212	3,991	458	4,280	5,261	101			7,321
Equities Strategies	1,417	5			2,402	1,033	13	1,731	2,087	16			3,182
Firm Relationship Loans	0	0			0	0	0	0	0	0			0
Equity Corporate	318	0			464	34	0	235	339	0			481
<b>Total Equities Core:</b>	<b>7,927</b>	<b>102</b>	<b>9,300</b>	<b>(1,373)</b>	<b>11,504</b>	<b>5,998</b>	<b>480</b>	<b>7,374</b>	<b>8,772</b>	<b>102</b>	<b>10,000</b>	<b>(1,228)</b>	<b>12,435</b>
<b>Total Equities Prime Services:</b>	<b>3,707</b>	<b>94</b>	<b>4,200</b>	<b>(493)</b>	<b>5,230</b>	<b>1,945</b>	<b>30</b>	<b>2,433</b>	<b>12,154</b>	<b>83</b>	<b>13,700</b>	<b>(1,546)</b>	<b>15,151</b>
<b>Total Equities Asia</b>	<b>11,633</b>	<b>196</b>	<b>13,500</b>	<b>(1,867)</b>	<b>16,734</b>	<b>7,943</b>	<b>510</b>	<b>9,807</b>	<b>20,926</b>	<b>186</b>	<b>23,700</b>	<b>(2,774)</b>	<b>27,586</b>
Global Principal Strategies	837	(0)		837	1,015	830	(0)	998	887	(1)		887	1,072
Global Trading Strategies	1,010	(21)		1,010	1,174	986	(21)	1,172	1,022	(21)		1,022	1,205
Global Opportunities Group	970	33		970	942	939	34	921	1,131	30		1,131	1,068
Direct Principal Investments	276	0		276	315	276	0	313	276	0		276	315
<b>Total Principal Investing</b>	<b>3,093</b>	<b>11</b>	<b>3,000</b>	<b>93</b>	<b>3,446</b>	<b>3,031</b>	<b>13</b>	<b>3,405</b>	<b>3,315</b>	<b>8</b>	<b>3,300</b>	<b>15</b>	<b>3,660</b>
Asset Management	167	0	100	67	69	167	0	69	167	0	100	67	69
Private Equity	528	0	100	428	498	528	0	(416)	528	0	100	428	498
<b>Total IMD</b>	<b>695</b>	<b>0</b>	<b>200</b>	<b>495</b>	<b>566</b>	<b>695</b>	<b>0</b>	<b>(348)</b>	<b>695</b>	<b>0</b>	<b>200</b>	<b>495</b>	<b>566</b>
<b>Total Non-Core</b>	<b>67</b>	<b>0</b>	<b>0</b>	<b>67</b>	<b>67</b>	<b>67</b>	<b>0</b>	<b>67</b>	<b>67</b>	<b>0</b>	<b>0</b>	<b>67</b>	<b>67</b>
<b>Total All Other Asia</b>	<b>3,856</b>	<b>11</b>	<b>3,200</b>	<b>656</b>	<b>4,080</b>	<b>3,794</b>	<b>13</b>	<b>3,125</b>	<b>4,078</b>	<b>8</b>	<b>3,500</b>	<b>578</b>	<b>4,293</b>
<b>Grand Totals Asia</b>	<b>40,887</b>	<b>(96)</b>	<b>40,000</b>	<b>887</b>	<b>47,691</b>	<b>36,159</b>	<b>192</b>	<b>37,384</b>	<b>70,614</b>	<b>(144)</b>	<b>66,700</b>	<b>3,914</b>	<b>67,025</b>
Liquid Markets Financing	0	0	0	0	0	0	0	(10)	13,662	407	7,000	6,662	1,204
Credit Financing	0	0	0	0	0	0	0	0	0	0	0	0	0
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	0
FID Structured Transactions	0	0	0	0	0	0	0	0	0	0	0	0	0
FID Futures	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total FID Prime Services:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(10)</b>	<b>13,662</b>	<b>407</b>	<b>7,000</b>	<b>6,662</b>	<b>1,204</b>
Equity Financing	1,650	54	2,200	(550)	2,613	257	(1)	477	9,618	36	10,200	(582)	11,776
Equity Synthetic	2,057	40	2,000	57	2,617	1,687	31	1,956	2,536	47	3,500	(964)	3,375
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	0
Structured Transactions	0	0	0	0	0	0	0	0	0	0	0	0	0
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Equities Prime Services:</b>	<b>3,707</b>	<b>94</b>	<b>4,200</b>	<b>(493)</b>	<b>5,230</b>	<b>1,945</b>	<b>30</b>	<b>2,433</b>	<b>12,154</b>	<b>83</b>	<b>13,700</b>	<b>(1,546)</b>	<b>15,151</b>
<b>Total Prime Services Asia</b>	<b>3,707</b>	<b>94</b>	<b>4,200</b>	<b>(493)</b>	<b>5,230</b>	<b>1,945</b>	<b>30</b>	<b>2,423</b>	<b>25,816</b>	<b>490</b>	<b>20,700</b>	<b>5,116</b>	<b>16,355</b>

LEHMAN BROTHERS